The Honorable James L. Robart 1 2 3 4 5 6 7 8 UNITED STATES DISTRICT COURT WESTERN DISTRICT OF WASHINGTON 9 10 MICROSOFT CORPORATION. 11 Plaintiff, NO. C10-1823-JLR 12 NONPARTIES KYOCERA v. CORPORATION AND KYOCERA 13 MOTOROLA, INC., MOTOROLA MOBILITY, COMMUNICATIONS, INC.'S MOTION LLC, and GENERAL INSTRUMENT TO FILE DOCUMENTS UNDER SEAL 14 CORPORATION, NOTE ON MOTION CALENDAR: 15 **NOVEMBER 16, 2012** Defendants. 16 Pursuant to Local Civil Rule 5(g) and paragraphs 2(a) and 8 of the Protective Order in 17 this case (Dkt. 434-1), nonparties Kyocera Corporation and Kyocera Communications, Inc. 18 (collectively, "Kyocera") respectfully seek leave to file under seal the following documents: 19 1. Kyocera's Motion to Amend the Protective Order to Include a License 20 Negotiation Restriction on Microsoft's In-House Counsel; and 21 2. Declaration of Eric Klein ("Klein Decl."). 22 Kyocera seeks to file its papers under seal because competitors otherwise may use 23 Kyocera's Motion and the accompanying Declaration as sources of business information to harm 24 Kyocera's competitive standing. Kyocera is filing a redacted version of its Motion and the Klein 25 Declaration as part of the public record. 26 BYRNES • KELLER • CROMWELL LLP

NONPARTIES KYOCERA CORPORATION AND KYOCERA COMMUNICATIONS, INC.'S MOTION TO FILE DOCUMENTS UNDER SEAL (NO. C10-1823-JLR) - 1

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I. FACTUAL BACKGROUND

During the discovery phase of this action, Kyocera consented to Motorola's request for production of a license agreement between Kyocera and Motorola, provided that document would be designated and clearly marked as "CONFIDENTIAL BUSINESS INFORMATION, SUBJECT TO PROTECTIVE ORDER," and kept confidential.

Kyocera was recently informed that the Court had granted Microsoft's motion to amend the Protective Order to extend access to highly confidential documents to Microsoft's in-house counsel. That expanded access likely has revealed Kyocera's confidential business information to Microsoft's in-house counsel and could harm Kyocera's competitive standing.

To adequately explain to the Court the potential harm to Kyocera and the urgency to minimize such harm, Kyocera's Motion and the Klein Declaration describe specific confidential information and the significance of that information, which if disclosed in the public record, likely will harm Kyocera's competitiveness. Accordingly, Kyocera requests that pursuant to paragraphs 2(a) and 8 of the governing Protective Order, the Court permit Kyocera to file its Motion and the Klein Declaration under seal.

II. AUTHORITY

A. Compelling Reasons Exists for Kyocera to Request Permission to File Under Seal Papers Which Contain Confidential Commercial Information

District Courts have broad latitude to grant protective orders to prevent disclosure of materials for many types of information, including, but not limited to, trade secrets or other confidential research, development, or commercial information. *Phillips v. Gen. Motors Corp.*, 307 F.3d 1206 (9th Cir. 2002). The Federal Rules of Civil Procedure specifically provide for a protective order "requiring that a trade secret or other confidential research, development, or commercial information not be revealed or be revealed only in a specified way." Fed. R. Civ. P. 26(c)(1)(G). District courts routinely enter protective orders to prevent the undue disclosure of

commercially sensitive information. *See* Fed. R. Civ. P. 26(c); *Phillips v. Gen. Motors Corp.*, 307 F.3d 1206, 1212 (9th Cir. 2002).

A party seeking to seal judicial records can overcome the strong presumption of access by providing "sufficiently compelling reasons" that override the public policies favoring disclosure. *In re Midland Nat'l. Life Ins. Co.*, 686 F.3d 1115, 1119 (9th Cir. 2012). Compelling reasons "sufficient to outweigh the public's interest in disclosure and justify sealing court records exist when such 'court files might have become a vehicle for improper purposes,' such as the use of records to gratify private spite, promote public scandal, circulate libelous statements, or release trade secrets." *Id.* at 1120 (quoting *Nixon v. Warner Commc'ns.*, 435 U.S. 589, 598 (1978)). The U.S. Supreme Court established that "its records are not used. . . . as sources of business information that might harm a litigant's competitive standing." *Nixon v. Warner Comm.*, 435 U.S. 589, 598 (1978); *Elec. Arts, Inc.*, 298 Fed. App'x 568, 569 (9th Cir. 2008).

Kyocera's Motion and the accompanying Klein Declaration contain confidential information regarding Kyocera's licensing history, negotiation strategies, and license partners. Kyocera's papers also describe a Kyocera-Motorola license which this Court has deemed subject to the Protective Order and satisfies the Ninth Circuit's "compelling reasons" standard. Such confidential, sensitive, commercial information, if disclosed to the public in court proceedings or public records, would likely harm Kyocera's competitive standing.

III. CONCLUSION

Based on the foregoing, compelling reasons exist for the Court to permit Kyocera to file its papers under seal. Accordingly, Kyocera files the above-referenced documents under seal based on its good-faith belief that such material qualifies for protection under the terms of the Protective Order and the applicable laws and Court rules. A Proposed Order Granting Kyocera's Motion to File Documents Under Seal has been submitted herewith.

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1	DATED this 7th day of November, 2012.
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NONPARTIES KYOCERA CORPORATION AND KYOCERA COMMUNICATIONS, INC.'S MOTION TO FILE DOCUMENTS UNDER SEAL (NO. C10-1823-JLR) - 5

CERTIFICATE OF SERVICE

The undersigned attorney certifies that on the 7th day of November, 2012, I electronically filed the foregoing with the Clerk of the Court using the CM/ECF system which will send notification of such filing to all counsel on record in the matter.

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